



**Statement for 31/12/2008 - bank**  
**Poalei Agudat Israel Bank Ltd. , Main data, NIS million**  
 Taken from the annual report to 31.12.2008, reported amounts

Summary balance sheet	End of year			Bank's share of the banking system		
	2008	2007	2006	2008	2007	2006
Cash and deposits in banks <sup>(1)</sup>	662	622	1,050	0.4%	0.4%	0.7%
Securities	698	797	726	0.5%	0.5%	0.4%
Securities borrowed or purchased under agreements to resell	0	0	0	0.0%	0.0%	0.0%
Credit to the public	1,627	1,470	1,106	0.2%	0.2%	0.2%
Credit to the government	0	0	0	0.0%	0.0%	0.0%
Investments in companies included on an equity basis	0	0	0	0.0%	0.0%	0.0%
Buildings and equipment	23	23	24	0.2%	0.2%	0.2%
Other assets	17	17	14	0.0%	0.1%	0.1%
<b>Total assets</b>	<b>3,027</b>	<b>2,929</b>	<b>2,920</b>	<b>0.3%</b>	<b>0.3%</b>	<b>0.3%</b>
Deposits of the public	2,426	2,360	2,313	0.3%	0.3%	0.3%
Deposits of banks <sup>(1)</sup>	86	79	164	0.1%	0.1%	0.3%
Deposits of the government	0	0	0	0.0%	0.0%	0.0%
Securities loaned or sold under agreements to repurchase	0	0	0	0.0%	0.0%	0.0%
Bonds and subordinated notes	0	0	0	0.0%	0.0%	0.0%
Other liabilities	145	156	135	0.2%	0.3%	0.3%
<b>Total liabilities</b>	<b>2,657</b>	<b>2,595</b>	<b>2,611</b>	<b>0.3%</b>	<b>0.3%</b>	<b>0.3%</b>
Equity	370	334	309	0.6%	0.5%	0.6%

Summary profit and loss statement	End of year			Bank's share of the banking system		
	2008	2007	2006	2008	2007	2006
Net interest profit before loan-loss provision	121.9	108.9	106.2	0.6%	0.5%	0.5%
Loan-loss provision	10.7	6.6	7.5	0.2%	0.4%	0.2%
Operating and other income	94.2	87.7	83.0	0.7%	0.6%	0.6%
Of which: Operating income	93.6	84.4	81.2	0.7%	0.7%	0.7%
Operating and other expenses	144.0	129.4	117.9	0.6%	0.5%	0.5%
Of which: Salaries and related expenses	67.5	62.2	55.8	0.4%	0.4%	0.4%
Ordinary profit-before-tax provision	61.4	60.6	63.8	2.8%	0.5%	0.7%
Provision for taxes on ordinary profit	24.3	22.6	28.2	1.9%	0.5%	0.6%
Ordinary after-tax profit	37.1	38.0	35.6	2.8%	0.5%	0.7%
Bank's share in the profit of subsidiaries	0.0	0.0	0.0			
Ordinary net profit	37.1	38.0	35.6	3.1%	0.5%	0.7%
Extraordinary after-tax profit	0.0	0.0	0.0			
<b>Net profit</b>	<b>37.1</b>	<b>38.0</b>	<b>35.6</b>	<b>2.9%</b>	<b>0.4%</b>	<b>0.4%</b>
Basic earning in NIS per share	0.1	0.1	0.1			

Balances and rates of return on financial items by indexation base on 31.12.2008	Unindexed NIS	CPI-indexed NIS	Foreign Currency <sup>(2)</sup>	Total financial items
Balance of financial assets on balance-sheet date	2,646	274	82	3,001
Balance of financial liabilities on balance-sheet date	2,349	223	82	2,654
Excess of financial assets over financial liabilities	297	51	0	348
Total indexation balance (incl. Forwards <sup>(3)</sup> and options in term of basis assets)	295	51	1	348
Options at the money and out of the money (net, capitalized nominal value)	-3	0	3	0
Rate of income on assets (%) <sup>(4)</sup>	6.45	9.18	-0.71	6.46
Rate of expenses on liabilities (%) <sup>(4)</sup>	-2.43	-7.47	4.39	-2.62
Interest-rate spread	4.02	1.71	3.68	3.83
Internal rate of return on assets (%)	5.18	4.59	1.77	
Internal rate of return on liabilities (%)	1.52	3.51	0.29	
Difference	3.66	1.08	1.48	
Average duration of assets (years)	0.20	2.40	0.10	0.40
Average duration of liabilities (years)	0.20	2.20	0.20	0.30
Difference	0.00	0.20	-0.10	0.10

(1) See note 5.1.7. in the introduction.

(2) Including foreign-currency indexed NIS.

(3) Forwards transactions.

(4) including hedging, embedded and ALM derivatives.



**Statement for 31/12/2008 - bank**  
**Poalei Agudat Israel Bank Ltd., Additional data**  
 (NIS millions, reported amounts)

Additional data	2008	2007
<b>Total off-balance-sheet and credit risk</b>		
Credit to the public and credit risk	1,760	1,534
Total off-balance-sheet credit risk	1,230	1,202
Total credit risk	2,989	2,736
<i>Of which:</i> Total risk of credit for housing loans	0	0
Total risk of credit to construction and real estate industr	631	538
<b>Additional disclosure for bonds - fair value</b>		
Treasury bonds	571	739
mortgage and asset' backed bond:	0	0
other bonds	119	59
<b>Problem borrowers</b>		
Total credit risk dew to problem borrower:	133	102
<i>Of which:</i> Total credit to problem borrowers	123	96
<b>Data on derivatives</b>		
Notional amoun	122	172
Gross positive fair value	1	5
<b>Activity with interested and related parties</b>		
Total assets on balance-sheet dat	446	533
<i>Of which:</i> credit to the public	0	0
Total liabilities on balance-sheet date (including quasi-capital item	25	84
<b>Branches and personnel</b>		
Number of employee posts in Israel, monthly average	258	234
Number of employee posts abroad, monthly average	0	0
Number of branches in Israe	21	21
Number of branches abroac	0	0
<b>Main financial ratios, in annual terms (%)</b>		
Equity/risk-weighted-assets ratic	18.60	18.70
Equity/balance-sheet ratic	12.23	11.41
Financial capital/equity capital rati	93.84	92.28
Ratio of problem loans to total credit to the publi	7.55	6.53
Return on equity (net profit/average equity) ratic	10.60	11.60
Non-interest income/operating expenses rati	65.42	67.77
Ratio of loan-loss provision to total credit to the publ	0.66	0.45